

# CPP ANNUAL USE OF CAPITAL SURVEY - 2010



NAME OF INSTITUTION

(Include Holding Company Where Applicable)

Three Shores Bancorporation, Inc - Seaside National Bank & Trust

Point of Contact:	Barry Griffiths, SVP & CFO	RSSD: (For Bank Holding Companies)	3934562
UST Sequence Number:	212	Docket Number: (For Thrift Holding Companies)	N/A
CPP/CDCI Funds Received:	5,677,000	FDIC Certificate Number: (For Depository Institutions)	58328
CPP/CDCI Funds Repaid to Date:		Credit Union Charter Number: (For Credit Unions)	N/A
Date Funded (first funding):	January 23, 2009	City:	Orlando
Date Repaid <sup>1</sup> :	N/A	State:	Florida

<sup>1</sup>If repayment was incremental, please enter the most recent repayment date.

American taxpayers are quite interested in knowing how banks have used the money that Treasury has invested under the Capital Purchase Program (CPP) and Community Development Capital Initiative (CDCI). To answer that question, Treasury is seeking responses that describe generally how the CPP/CDCI investment has affected the operation of your business. We understand that once received, the cash associated with TARP funding is indistinguishable from other cash sources, unless the funds were segregated, and therefore it may not be feasible to identify precisely how the CPP/CDCI investment was deployed or how many CPP/CDCI dollars were allocated to each use. Nevertheless, we ask you to provide as much information as you can about how you have used the capital Treasury has provided, and how your uses of that capital have changed over time. Treasury will be pairing this survey with a summary of certain balance sheet and other financial data from your institution's regulatory filings, so to the extent you find it helpful to do so, please feel free to refer to your institution's quarterly call reports to illustrate your answers. This is your opportunity to speak to the taxpayers in your own words, which will be posted on our website.

**What specific ways did your institution utilize CPP/CDCI capital? Check all that apply and elaborate as appropriate, especially if the uses have shifted over time. Your responses should reflect actions taken over the past year (or for the portion of the year in which CPP/CDCI funds were outstanding).**

☒ **Increase lending or reduce lending less than otherwise would have occurred.**

The additional capital assisted our bank to continue its planned growth. We were able to leverage the additional capital by growing our deposit base and continue to lend to our client base across the State of Florida.

☒ **To the extent the funds supported increased lending, please describe the major type of loans, if possible (residential mortgage loans, commercial mortgage loans, small business loans, etc.).**

C&I, including owner-occupied commercial real estate and small business loans are our primary loan products. We were able to increase our loan portfolio from \$217 million in January 2009 to \$468 million at the end of 2010.

# CPP ANNUAL USE OF CAPITAL SURVEY - 2010



NAME OF INSTITUTION

(Include Holding Company Where Applicable)

Three Shores Bancorporation, Inc - Seaside National Bank & Trust

☐ Increase securities purchased (ABS, MBS, etc.).

☐ Make other investments.

☐ Increase reserves for non-performing assets.

☐ Reduce borrowings.

# CPP ANNUAL USE OF CAPITAL SURVEY - 2010



NAME OF INSTITUTION

(Include Holding Company Where Applicable)

Three Shores Bancorporation, Inc - Seaside National Bank & Trust

☐ Increase charge-offs.

☐ Purchase another financial institution or purchase assets from another financial institution.

☐ Held as non-leveraged increase to total capital.

## CPP ANNUAL USE OF CAPITAL SURVEY - 2010



NAME OF INSTITUTION

(Include Holding Company Where Applicable)

Three Shores Bancorporation, Inc - Seaside National Bank & Trust

### What actions were you able to avoid because of the capital infusion of CPP/CDCI funds?

As mentioned above, the additional capital assisted us to continue to lend in our markets. The CPP capital helped us avoid slowing our growth and thus slowing our planned lending to our customers.

## CPP ANNUAL USE OF CAPITAL SURVEY - 2010



NAME OF INSTITUTION

(Include Holding Company Where Applicable)

Three Shores Bancorporation, Inc - Seaside National Bank & Trust

---

**What actions were you able to take that you may not have taken without the capital infusion of CPP/CDCI funds?**

The additional capital allowed us to continue on our strategic plan and helped bridge the gap to our subsequent capital raises completed in November 2009 and December 2010. We have raised an additional \$47.5 million in capital since we received the \$5.7 million of CPP capital in January 2009. We plan on raising additional capital in 2011 to support our continued growth.

## CPP ANNUAL USE OF CAPITAL SURVEY - 2010



NAME OF INSTITUTION

(Include Holding Company Where Applicable)

Three Shores Bancorporation, Inc - Seaside National Bank & Trust

**Please describe any other actions that you were able to undertake with the capital infusion of CPP/CDCI funds.**

None other than what was noted previously.